



MINUTES OF THE BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES, STATE OF CALIFORNIA

Sachi A. Hamai, Executive Officer-  
Clerk of the Board of Supervisors  
383 Kenneth Hahn Hall of Administration  
Los Angeles, California 90012

At its meeting held October 16, 2007, the Board took the following action:

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The following item was called up for consideration:

The Chief Executive Officer's recommendation to approve and authorize the Director of Health Services to negotiate and execute hospital services agreements with health plans that provide commercial insurance coverage to employer groups and individuals, Workers' Compensation plans, and Medi-Care and Medi-Cal health plans, to encourage the contracted health plans to direct their members to obtain emergency, non-emergency and specialized care at County hospitals, with payments to come from contractually negotiated fee for service or capitation payments made by the health plans, for a period of one year with automatic annual extensions not to exceed a total of five years.

Supervisor Molina made the following statement:

"As we contract with Health Plans to provide services at our hospitals, we must ensure that we are not subsidizing those large insurance companies. At the very least our County facilities should be reimbursed for our costs.

I therefore recommend that, as part of the delegated authority, all negotiated contracts include rates that cover our costs for providing services."

Dr. Bruce A. Chernof, Director of Health Services and William T Fujioka, Chief Executive Officer, responded to questions posed by the Board.

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After discussion, on motion of Supervisor Molina, seconded by Supervisor Knabe, unanimously carried (Supervisor Yaroslavsky being absent), the Board approved the Chief Executive Officer's attached recommendations as amended, to instruct the Chief Executive Officer to report back to the Board prior to the execution of the contracts with a fee structure to be included in the agencies' contracts that cover the cost for services.

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#### Attachment

#### Copies distributed:

- Each Supervisor
- Chief Executive Officer
- County Counsel
- Director of Health Services